ANNUAL REPORT

Clarence Campeau

DEVELOPMENT FUND

102-07077/

A Message From the Honourable Eldon Lautermilch, Minister of Industry and Resources

The Government of Saskatchewan is a proud supporter of the Clarence Campeau Development Fund (CCDF). The work of the Fund is contributing greatly to the growth of our province.

Saskatchewan offers a variety of opportunities for entrepreneurs. Through the efforts of the CCDF, increasing numbers of Métis people are taking advantage of those opportunities. Today, successful Métis-run businesses are found in all aspects of our provincial economy – from tourism and culture to agricultural and resource development. These businesses create jobs, attract further investment, and help our communities grow. They are shining examples that illuminate the way for others.

By bringing together government and business, the CCDF has established a solid foundation on which Saskatchewan's Métis entrepreneurs are building. The creation of partnerships through the Fund contributes to on-going provincial economic development and helps build a brighter future for everyone in Saskatchewan.

The creation of innovative partnerships for growth is a key component of our provincial economic strategy. Our plan seeks to expand the participation of all people in the economy, so that all of our province's citizens have the opportunity to succeed in Saskatchewan.

Métis people, through participation in organizations like the CCDF, are building those opportunities for our common future.

On behalf of the Government of Saskatchewan, congratulations on the many successes you have achieved this year, and best wishes for the year ahead.

Eldon Lautermilch

A Message From the President

I would like to take this time to congratulate the Board and staff of the Clarence Campeau Development Fund for their excellent work and commitment to the enhancement of Métis citizens and communities. The CCDF has made an important contribution to our struggle to find equal and meaningful involvement in all matters of society. It is my hope that a greater number of our people will find their dreams and develop their gifts in business and economic development ventures.

It is my belief that the economy in the province of Saskatchewan is increasingly dependent on the creativity and excellence of healthy and vibrant communities and citizens. The Métis Nation-Saskatchewan is proud to celebrate the contributions of our citizens and affiliates, to create more opportunity to ensure our full participation and encourage the Métis in this province to access the programs available to them to help them in these endeavors. As we move toward our goal of self-government, political, legal and constitutional recognition, and a guarantee of the rights of our people, we look toward these successes for confidence and encouragement.

Sincerely,

Mr. Clem Chartier
President
Métis Nation - Saskatchewan

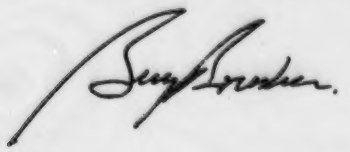
A Message From the Co-Chair

On behalf of the Board of the Clarence Campeau Development Fund I am most pleased to provide the Annual Report for the year ended December 31, 2001.

Over the past year the Fund has undergone some significant changes. The most noticeable development was the amendment to the Saskatchewan Gaming Corporation Act, recognizing the Métis Development Fund as a crown agency. This came as some surprise to the Métis Nation and the CCDF Board of Directors. We anticipate that there will be serious negotiations between the Métis Nation-Saskatchewan leaders and the Province to determine how "The Métis Development Fund" became a crown agency.

In any event the Fund has had an outstanding year of operations. The statistics contained in this report, along with results of an independent study undertaken to identify the corporate health of the Fund, clearly identify the need for CCDF support by Métis entrepreneurs and communities. The economic impact in jobs created, leveraged financial support and spin-off benefits has been outstanding.

I remain proud of what we have accomplished since the "Agreement" was first signed in 1997. The tireless work of the Board and, most importantly, our staff continues to be evident in the results. I would like to thank everyone associated with the Fund in 2001 for a job well done.



Guy Bouvier
Co-Chair of the Board of Directors
Clarence Campeau Development Fund

A Message From the Co-Chair

The Clarence Campeau Development Fund (CCDF) has been in operation for almost five years. Since the CCDF has been functioning, it has become abundantly clear that the Métis people of Saskatchewan need the program offered by the CCDF. Statistics illustrate that the Métis continue to be one of the poorest peoples in Saskatchewan. The unemployment rate is high, the educational levels are far too low and business opportunities are extremely difficult to establish. The CCDF has provided a window of opportunity for the Métis to participate in economic development for individual businesses and communities. Through the Fund, many Métis businesses have started, Métis communities have benefited and jobs have been created for Métis people.

The CCDF is constantly trying to improve its program and service to the Métis people of Saskatchewan. There has to be continued collaboration between the Métis Nation-Saskatchewan and the Province of Saskatchewan regarding Métis Economic Development. An open and equitable negotiating process based on respect, trust, openness, sharing and fairness can accomplish this.

The Métis people will benefit from continuing infrastructure development. This will be accomplished at the community level by interfacing with regional economic development authorities, Community Futures, provincial government departments and regional offices. In addition, the CCDF will continue to cooperate with Métis locals, Métis affiliates, institutions and agencies.

The CCDF future can be bright for the Métis in Saskatchewan. Vibrant and effective Métis communities, enthusiastic Métis entrepreneurs, and strong Métis leadership will determine this future. We look forward to continuing work with Métis people and Métis communities to improve the business and economic opportunities for the Métis in Saskatchewan.

Ron Rivard
Co-Chair of the Board of Directors
Clarence Campeau Development Fund

The Clarence Campeau Development Fund (CCDF) has experienced significant growth since its inception in 1997. Up until September of 2001 the Fund received its money through the Associated Entities Fund. In September of 2001, an amendment to the Saskatchewan Gaming Corporation Act allowed the Fund to be removed from the Associated Entities Fund and is now recognized as a crown agency through legislation. The effect of this is that the Fund is now subject to an annual audit by the Provincial Auditor and is allowed to invest surplus funds in accordance with the Trustees Act.

An independent Management Board manages the Fund. There are five Métis voting members on the CCDF Board representing the Métis Provincial Council, Urban, South, North and a member at large. There are two provincial government representatives as well as the heads of two Métis Nation-Saskatchewan affiliates that site as Ex-officio on the board.

Fund Manager's Report

The CCDF has produced some very respectable statistics over the past four years with approximately 238 proposals approved for support form the Fund and $4,962,324 advanced. This support has helped leverage over $14 million into the Saskatchewan economy in less than four years for Métis business development. This funding has helped create 500 full-time, seasonal and part-time jobs in the province.

I would once again like to thank the Board for their commitment and effort over the past year. It was certainly a year of considerable change that provided new challenges for the Board. The strategic planning meetings scheduled for September should result in a new and exciting direction for the CCDF and for the Métis business community in Saskatchewan.

I would also like to acknowledge the hard work and loyalty of the staff, who are really the ones that get the job done on a daily basis. Their positive attitude is much appreciated and the results are a clear measurement of their efforts.

We look optimistically toward the future.

Roland Duplessis
Fund Manager
Clarence Campeau Development Fund

The Corporation

The Clarence Campeau Development Fund (CCDF) is designed to provide financial assistance to Métis individuals and communities in Saskatchewan for economic and small business activities.

The purpose of the CCDF is to provide financial assistance where currently there is a void for Métis clients. The CCDF is not designed to replace or be in competition with, but to augment and complement existing government programs, agencies and other financial institutions. All applicants are to explore other sources of funding (e.g. banks, credit unions, Sasknative Economic Development, Community Futures, Aboriginal Business Canada, and the Northern Development Fund). The CCDF will not be able to fund cultural activities, social programs, operations of political bodies, or non-economic related development projects.

Mission Statement

The mission of the CCDF shall be to improve the economic circumstances of the Métis Community by providing access to funding for equity, community development initiatives, development of management skills and assistance to new and existing Métis businesses.

Goals and Objectives

The goals of the CCDF will be as follows:

a) To ensure that Métis entrepreneurs acquire the management, administrative and marketing skills necessary for business success.
b) To increase employment opportunities for Métis persons.
c) To improve incomes for Métis persons.

1. EQUITY CONTRIBUTION

This program is to assist Métis businesses and communities by providing equity contributions. Equity contributions will improve the viability of projects by enhancing the applicant's ability to leverage financing from other institutions and agencies.

Purpose:

- The purchase or start-up of a new business
- The purchase of an existing business
- Business expansion
- After-care services including accounting and marketing costs
- Business planning and feasibility studies (up to 75% of the costs to a maximum of $10,000 non-repayable)

Guidelines:

- The maximum contribution is 35% of the project cost, except in the case of business plans and feasibility studies. The contribution is repayable.
- The applicant must contribute a minimum of 5% of the project. Higher risk projects will require larger equity injections by the applicant.
- The applicant's equity may be in the form of cash, machinery, equipment, real estate, or other unencumbered assets. The assets are to be valued at fair market value rather than cost, replacement, insured or book value.
- Sweat equity may be considered.
- Business projects must demonstrate a cash flow that will support repayment of the contribution.
- The applicant must provide a business plan.

2. DEVELOPMENT OF MANAGEMENT AND MARKETING SKILLS

This program is designed to enhance Métis participation in economic development and business activities by providing assistance for management and marketing skills.

- The Fund may finance training to improve the management and marketing skills of Métis persons who are operating or are applying to operate a business venture or other project.
- Financing may be used to assist Métis persons in upgrading their skills to successfully manage a business or to provide management counseling.
- Training may be through contact with Métis business, joint venture partners, or other businesses that undertake to train Métis persons in business management.
- The maximum contribution is 50% of eligible training costs. All or a portion of this funding may be repayable.

Guidelines:

- Applicants must demonstrate that other parties/organizations will be providing financial assistance.
- A detailed training plan with evaluation procedures must be provided with the application.
- Applicants must demonstrate that they have approached Métis Employment and Training and other funding agencies.
- Training must be accredited.
- CCDF will fund only direct course costs, tuition and books.
- Successful completion of the training is required for full disbursement of funding.

3. COMMUNITY DEVELOPMENT AND RESEARCH

The research and development program objective is to assist Métis communities, Métis development corporations, and other existing Métis institutions investigate and identify economic and business development opportunities.

Assistance is available for development and/or research in the following areas:

- Economic development and business opportunities
- Feasibility studies
- Market studies
- Business planning

The maximum contribution is 75% of the costs to a maximum of $10,000. The contribution is not repayable.

Commercial projects under this program will be considered for assistance of up to 50% of the costs, to a maximum of $100,000. All or a portion of the contribution may be repayable at the discretion of the Board of Directors of CCDF. Such factors as identified need, cash flow, job creation and competition with existing private sector business will be taken into consideration.

4. JOINT VENTURE PROJECTS

This program encourages Métis entrepreneurs to enter into mutually advantageous business arrangements with non-Métis businesses. Métis businesses are encouraged to form joint ventures with First Nations and non-Aboriginal firms that create employment and/or profits for the Métis partner.

The CCDF maximum contribution will be established on a case by case basis for this program. The contribution will be repayable.

GENERAL GUIDELINES FOR ALL PROJECTS

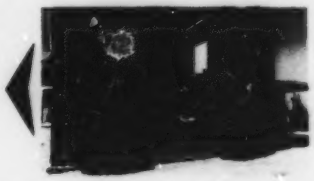
- Projects which are not eligible:
  - Refinancing and non-arms length transactions (some exceptions apply)
  - Payment of dividends
  - Pre-committed project costs
  - Farmland or real estate for rental income
  - Cultural activities
  - Social programs
  - Political bodies for political process

All applicants will be required to enter into a contractual agreement with CCDF.

CCDF Recipients

BLUENOSE COUNTRY VACATION FARM

A dream that had been years in the making came together when the opportunity to purchase a thriving business arose. CCDF helped us define the plan. CCDF's financial support enabled us to live our dream. Your continued support in providing contacts that will help us along the way is also much appreciated.



Thank you for believing in us and providing support and making sure that it really was a good business opportunity. I doubt we would be where we are without you.

Lorie Bischop

BRAVO FOR WOMEN FITNESS

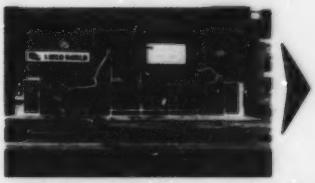
We all have dreams, but without the assistance of others, they can remain just thoughts or ideas. CCDF helped my dream become a reality. They saw me as a person, not as a number.

I believe that their decision to support me, combined with a great deal of faith in myself, created an idea I wanted to bring to life. They gave me a chance to prove myself. Because of this, the business continues to grow and flourish.

I hope to be able to work with CCDF in the future and that the experience will be as positive as this one.

Heather Bravo

COUNTRY FLAIR



Thanks to Roland and his friendly, helpful staff at the Clarence Campeau Development Fund, I was able to purchase the shares of my partner when she decided to retire. This enabled me to continue operating Country Flair.

Country Flair offers men's, ladies' and children's western wear, ladies' casual wear and shoes, men's and ladies' necessary items along with giftware and service as the Sears agent with in-store appliances, electronics and lawn and garden supplies.

Without the help of CCDF I would not have been able to carry on this business.

Marilyn Marcenko

ILE-A-LA CROSSE COMMUNICATION SOCIETY INC.

Since receiving funding from the Clarence Campeau Development Fund in September, 2001, the Ile-a-la-Crosse Communication Society has been upgrading its cable television system, radio system and facilities, offering training and development, and creating employment.

Overall the Ile-a-la-Crosse Communication Society is well on its way to meeting its intended objectives in terms of the services that it provides and in terms of creating employment and training opportunities for the community of Ile-a-la-Crosse. The Society is now in a position to aggressively pursue advertising revenue.

Abe Daigneault

KEEWATIN JUNCTION STATION

We are both proud and grateful that, with the support of the Clarence Campeau Development Fund, we have been able to successfully open the Keewatin Junction Station.

Our business is based on service to our customers as well as sharing the pride of our past, in order that we share our vision for the future of Métis people. We wish to extend many thanks for the financial support and personal service that we have received from the Fund.

Ric and Rose Richardson

KLT WILD BOARS

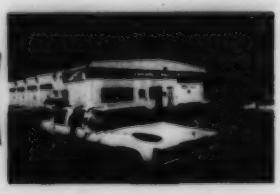
Without the Clarence Campeau Development Fund our KLT Wild Boars would not have become a reality. We have four boars and 60 sows which will farrow 480 to 550 weanlings per year. They are on about 15 acres of land, page wire and divided into three pens with electric fence surrounding the inside fence. We use self-feeders and watering bowls, gravity fed. We were also able to set up runways and a handling pen.

We would not have been able to set up such an efficient operation so quickly without the support from CCDF funding and personnel. They were very helpful in preparing a feasible study and with the start-up costs.

On behalf of myself and my family I would like to thank the Clarence Campeau Development Fund for giving us the opportunity to manage and operate a successful business.

Lynn Regnier

MAACO AUTO PAINTING AND BODYWORKS



Had it not been for the Clarence Campeau Development Fund I would not be able to own and operate a Maaco franchise – plain and simple. The equity contribution I received from the Fund allowed me to raise the necessary financing that would otherwise not have been possible. Repaying CCDF is one monthly payment I don't mind making.

Without hesitation I recommend other Métis entrepreneurs to contact the staff at CCDF and let them show you how they can help you get into business for yourself.

Marty Klyne

MÉTIS COMMUNITY HOMELESSNESS INITIATIVE

On behalf of the Central Urban Métis Federation (1993) Inc. (CUMFI), I would like to take this opportunity to thank the Clarence Campeau Development Fund's Board of Directors and staff. Without the financial contributions provided by CCDF, our vision to assist homeless persons – specifically young single Métis mothers – through the implementation of the Community Homelessness Initiative would not have been possible.

Today our facility is nearing the completion of the renovations and will soon be at full capacity. The benefits provided by this contribution will allow this initiative to assist Métis people now and in future years. Once again, thank you.

Bob McLeod
President
Central Urban Métis Federation (1993) Inc.

NUTRITION MADE SIMPLE

Formed in January 1999, Nutrition Made Simple's business start-up costs were financed in part by funding from the Clarence Campeau Development Fund.

As a professional dietitian, I offer nutritional consulting through individual sessions, group sessions, public speaking engagements and on a contract basis for large organizations. I have done an exceptional amount of work with First Nation and Métis communities in diabetes education and prevention.

In May 2002, Nutrition Made Simple and I were awarded the Best Emerging Business Award for 2002 by Women Entrepreneurs of Saskatchewan. I continue to strive to build my business and I am grateful to CCDF for believing in my vision.

Misty Cey

RED RIVER TRAIL WILD BOAR RANCH

The Red River Trail Wild Boar Ranch (McDougalls' Wild Boars) began operation in May 2001 near St. Louis with assistance from the Clarence Campeau Development Fund. The ranch now has 19 sows and two boars as breeding stock, approximately 20 market pigs and approximately 70 to 90 weanlings.

Eventually the farm will be a 40-sow operation. The wild boars are raised for marketing in Canada and abroad, for hunt farms, and to be sold locally for meat.

Lloyd and Darlene McDougall

SABRE DETECTION SERVICES

Sabre Detection Services is a professional narcotic, weapons, explosives and arson detection service that utilizes trained K-9s to perform investigations.

We have been in business since March 2001 and have now expanded our business in providing security services and private investigations with help from CCDF.

With funding from CCDF, we were able to achieve success in starting our own business. We appreciated the professionalism and dedication that the staff and management of CCDF provided us.

Steve Hancock

SASKNATIVE ECONOMIC DEVELOPMENT CORPORATION (SNEDCO)

SNEDCO has been providing loans and business advisory services to Saskatchewan Métis businesses since 1987. In March of 2000, SNEDCO projected that it would need additional loan capital to meet the demand for loans for Métis businesses because its existing loan capital was nearly fully disbursed and loan repayments would not cover the demand for new loans.

In June 2000 SNEDCO received a $500,000 repayable joint venture contribution from the Clarence Campeau Development Fund. Without this contribution, SNEDCO would not have had the funds to approve many of the Métis business loans it has made in the last two years. SNEDCO has made approximately 60 loans to Métis businesses since receiving this contribution.

Greg Fofonoff
CEO
SNEDCO

VACATION PLACE RESTAURANT

We would like to thank CCDF for their help in financing our new business. It is with this kind of support that small businesses like ours can get a start. We opened our Vacation Place Restaurant and Seasonal Camping site business in Chitek Lake on September 10, 2001. The restaurant offers a full menu of home cooked meals at reasonable prices. Our business is open year round and offers a catering service as well.

Thanks to the people at CCDF, the restaurant has had a good start and will prosper in the future. Thank you again for your financial assistance and support.

Ronald Sawatzky and Family

WESTERN REGION IIA MÉTIS WOMEN ASSOCIATION INC. (CHAPTER 165)

Western Region Métis Women's Association would sincerely like to thank the Clarence Campeau Development Fund, staff and Board of Directors for the grant to refurbish our office building.

The office was in desperate need of internal repairs and a major face lift. We received friendly, courteous service from CCDF and were helped through the entire process.

The Western Region Métis Women's Association now has a building they are very proud of – thank you.

Shirley Isbister
Vice President
Western Region Métis Women's Association

AUDITOR'S REPORT

To the Directors of
Clarence Campeau Development Fund

We have audited the statement of assets, liabilities and fund surplus of the Clarence Campeau Development Fund as at December 31, 2001 and the statements of revenue, expenditures and fund surplus and of cash flows for the year then ended. These financial statements are the responsibility of the Fund's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit includes the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Fund as at December 31, 2001 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Deloitte & Touche LLP

Chartered Accountants
March 5, 2002

CLARENCE CAMPEAU DEVELOPMENT FUND (Operating as the Metis Development Fund)

STATEMENT OF ASSETS, LIABILITIES AND FUND SURPLUS

As at December 31, 2001

	2001	2000
ASSETS		
Current		
Cash	**$ 1,817,979**	$ 1,053,378
Short-term investments *[note 3]*	**4,266,593**	4,072,388
Accounts receivable	**2,721**	-
Interest receivable	**40,749**	49,518
Current portion of contributions receivable *[notes 4 & 6]*	**496,057**	389,225
	6,624,099	5,564,509
Contributions receivable *[notes 4 & 6]*	**1,442,462**	1,384,811
Capital Assets *[note 5]*	**13,112**	6,320
	$ 8,079,673	$ 6,955,640
LIABILITIES AND FUND SURPLUS		
Current liabilities		
Accounts payable *[note 6]*	**$ 8,200**	$ 4,200
Contributions payable *[note 6]*	**103,500**	345,500
	111,700	349,700
Fund surplus	**7,967,973**	6,605,940
	$ 8,079,673	$ 6,955,640

See accompanying notes

APPROVED BY THE BOARD:

Director

Director

CLARENCE CAMPEAU DEVELOPMENT FUND (Operating as the Metis Development Fund)

STATEMENT OF REVENUE, EXPENDITURES AND FUND SURPLUS

As at December 31, 2001

	2001	*2000*
Revenues	**$ 2,002,483**	$3,144,592
Interest and investment income *[note 6]*	**256,790**	237,747
	2,259,273	3,382,339
Operating expenditures		
Advertising and promotion	**38,873**	30,376
Amortization of capital assets	**4,016**	3,980
Bank charges	**741**	599
Consulting fees	**5,448**	5,350
Directors' expenses	**39,481**	34,171
Office expenses *[note 6]*	**30,542**	12,489
Professional fees	**13,763**	8,963
Rent *[note 6]*	**6,612**	5,220
Salaries and benefits	**151,727**	102,678
Telephone	**5,380**	4,076
Training	**161**	911
	296,744	208,813
	1,962,529	3,173,526
Other expenditures		
Grants to community projects *[note 6]*	**469,475**	596,359
Defaulted contributions receivable	**112,731**	12,231
Provision for contributions receivable losses	**18,290**	197,100
	600,496	805,690
Excess of revenue over expenditures	**1,362,033**	2,367,836
Fund surplus, beginning of year	**6,605,940**	4,238,104
Fund surplus, end of year	**$ 7,967,973**	$ 6,605,940

See accompanying notes

Budget is available upon request

CLARENCE CAMPEAU DEVELOPMENT FUND (Operating as the Metis Development Fund)

STATEMENT OF CASH FLOWS

As at December 31, 2001

	2001	2000
CASH FLOWS FROM OPERATING ACTIVITIES		
Excess of revenue over expenditures	**$ 1,362,033**	$2,367,836
Items not affecting cash		
Amortization	**4,016**	3,980
Defaulted contributions receivable	**112,731**	12,231
Provision for contributions receivable losses	**18,290**	197,100
Net change in non-cash working capital items relating to operations *[note 8]*	**(231,952)**	164,068
	1,265,118	2,745,215
CASH FLOWS USED IN INVESTING ACTIVITIES		
Advances for contribution payments	**(295,504)**	(972,481)
Purchase of capital assets	**(10,808)**	(3,378)
	(306,312)	(975,859)
INCREASE IN CASH DURING THE YEAR	**958,806**	1,769,356
CASH POSITION, BEGINNING OF YEAR	**5,125,766**	3,356,410
CASH POSITION, END OF YEAR	**$ 6,084,572**	$ 5,125, 766
Cash, for purpose of this statement of cash flows, consists of:		
Cash	**1,817,979**	1,053,378
Short-term investments	**4,266,593**	4,072,388
	$ 6,084,572	$ 5,125,766

See accompanying notes

NOTES TO FINANCIAL STATEMENTS

December 31, 2001

1. NATURE OF THE FUND

Clarence Campeau Development Fund ("the Fund") was established by The Métis Society of Saskatchewan Inc. ("Métis Nation") pursuant to an agreement with the Government of Saskatchewan (Economic & Co-operative Development) dated June 11, 1997 and is governed in accordance with that agreement. Effective November 9, 2001 the Minister of Aboriginal Affairs designated the Fund as the Métis Development Fund pursuant to the Saskatchewan Gaming Corporation Act.

The objective of the Fund is to stimulate economic development activities of Métis people and communities by providing equity for Métis businesses, supporting community economic development initiatives and developing management skills of new and existing Métis business owners and entrepreneurs. To achieve this, the Fund makes repayable contributions to qualifying projects and non-repayable grants to community projects. The term of the repayable contributions by the Fund is up to five years with contributions targeted to commercially viable, market based projects, primarily in value-added sectors of the economy such as forestry, mining, tourism and information technology with specific contribution criteria to be approved by the Board. The Board may enter into agreements with other contributing entities and appropriate business support agencies. Each single project is subject to a maximum of the lesser of 10% of the annual allocation of the fund or $100,000.

The Fund derives its revenue pursuant to the agreement with the Government of Saskatchewan. In 2001 non-repayable grants consisted of $1,500,000 from Saskatchewan Intergovernmental and Aboriginal Affairs and $500,000 from the Associated Entities Fund (now referred to as the Community Initiatives Fund). Starting in 2002 non-repayable grants of $2,000,000 will be received annually from Saskatchewan Intergovernmental and Aboriginal Affairs.

2. ACCOUNTING POLICIES

The financial statements have been prepared in accordance with Canadian generally accepted accounting principles and include the following significant accounting policies:

USE OF ESTIMATES

The preparation of the financial statements requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, income and expenses at year end. Actual results could differ from those estimates.

CASH AND CASH EQUIVALENTS

Cash and cash equivalents consist of cash on hand and balances with banks, and short-term investments in money market instruments and bankers acceptances.

Short term investments are recorded at the lower of cost or market value.

CAPITAL ASSETS AND AMORTIZATION

Capital assets are recorded at cost. Normal repair and maintenance costs are expensed as incurred. Amortization is recorded in the accounts on the diminishing balance basis as follows:

Office furniture	20%
Computer equipment	30%
Computer software	100%

REVENUE RECOGNITION

Revenue received or receivable pursuant to the agreement with the Government of Saskatchewan is recognized as revenue if the amount to be received can be reasonably estimated and collection is reasonably assured.

Investment and interest income is recognized as revenue when earned.

CONTRIBUTIONS PAYABLE

Contributions payable under $25,000 are considered payable to the recipient when the Fund Manager has approved the payment, contributions payable over $25,000 and less than $50,000 are payable to the recipient when the Audit and Finance Committee has approved the payment and contributions payable over $50,000 are considered payable when the Board has approved the payment.

3. SHORT-TERM INVESTMENTS

Short-term investments consist of money market funds and bankers acceptances. The market value of the short-term investments at December 31, 2001 is $4,313,144 (2000 - $4,118,470).

4. CONTRIBUTIONS RECEIVABLE

Contributions receivable are amounts distributed to qualified projects to provide funding. These amounts are interest free and repayable to the Fund over a maximum term of five years.

All contributions in arrears are handled on a case-by-case basis and are written-off after all reasonable restructuring/collection activities have taken place and the possibility of further recovery is considered to be remote.

A contribution is classified as non-performing when management has determined that there is a reasonable doubt as to the ultimate collectability of principal. The provision for defaulted contributions receivable consists of specific items established on a case-by-case basis and a general provision of 10% of the outstanding contributions receivable.

The Fund evaluates each client's creditworthiness on a case-by-case basis. The Fund shall contract project assessment and project follow up and evaluation services from other qualified institutions or businesses, where necessary. All applicants will be required to enter into a contractual agreement with the Fund. Further, the Fund is required to ensure Métis ancestry when granting an equity contribution.

Contributions receivable consist of the following:

	2001	*2000*
Contributions receivable	**$ 2,266,640**	$ 1,983,367
Less provision for doubtful contributions *-specific items*	**(112,731)**	(12,231)
-general provision	**(215,390)**	(197,100)
	1,938,519	1,774,036
Less current portion	**(496,057)**	(389,225)
Non-current contributions receivable	**$ 1,442,462**	$ 1,384,811

5. CAPITAL ASSETS

	2001			2000
	COST	ACCUMULATED AMORTIZATION	NET BOOK VALUE	NET BOOK VALUE
Office furniture	$ 14,056	$ 4,680	$ 9,376	$ 3,342
Computer equipment	11,063	7,327	3,736	2,978
Computer software	2,623	2,623	-	-
	$ 27,742	$ 14,630	$ 13,112	$ 6,320

6. RELATED PARTY TRANSACTIONS

Transactions with related parties are measured at the exchange amount of consideration established and agreed to by the related parties.

During the year, the Fund paid $163,200 (2000 - $225,296) to the Métis Nation in contribution for qualified projects. The Fund also paid $33,174 (2000 - $21,517) to the SaskNative Economic Development Corporation (SNEDCO), beneficially owned by the Métis Nation, for office rent and basic office expenses. The Fund also paid $50,000 (2000 - $0) to the Dumont Technical Institute in contributions for qualified projects. The Dumont Technical Institute is the educational arm of the Métis Nation.

As at December 31, 2001, the Fund has accounts payable to the Métis Nation of $2,500 and contributions payable to the Dumont Technical Institute of $50,000.

In 2000, the Fund approved a contribution to SNEDCO of $500,000 to be used to enhance SNEDCO's loan program. SNEDCO pays interest at a rate of 6% per year on a quarterly basis beginning June 1, 2000. The Fund earned interest revenue of $30,000 from this contribution in 2001 and has interest receivable of $0 at December 31, 2001 (2000 - $2,500). Principal is repayable in four quarterly installments of $125,000 beginning March 1, 2005. The investment is repayable upon demand within six months from the demand date.

The Board allows its members to apply for qualifying projects. During the year, the Board approved $0 (2000 - $17,000) in contributions for these projects. At December 31, 2001, outstanding contributions receivable from board members amount to $161,329 (2000 - $197,565).

7. COMPARATIVE FIGURES

The financial statements as at December 31, 2000 and for the year then ended were audited by other auditors who expressed an opinion without reservation on those statements in their report dated February 8, 2001.

8. NET CHANGE IN NON-CASH WORKING CAPITAL

Details of net changes in each element of non-cash working capital relating to operations are as follows:

	2001	2000
(Increase) decrease in current assets		
Accounts receivable	**$ (2,721)**	$ 5,562
Interest receivable	**8,769**	(33,944)
	6,048	(28,382)
Increase (decrease) in current liabilities		
Accounts payable	**$ 4,000**	$ 1,950
Contributions payable	**(242,000)**	190,500
	(238,000)	192,450
	$ (231,952)	$ 164,068

Clarence Campeau Development Fund
Board of Directors

Guy Bouvier* Co-Chair
Ron Rivard* Co-Chair
Philip Tinker
Martin Klyne
Kathy Palidwar
Geordy McCaffrey
Greg Fofonoff
Denise Haas
Donavon Young

*Members of Investment Audit Committee

Staff:
Roland Duplessis - Fund Manager
Don Parenteau - Business Development Officer
Georgette Nicolas - Office Manager